

Exhibit 10

PRESENT: JANE S. SOLOMON

PART 55

Index Number : 110972/2004

JEFFREY WEEN ATTORNEY AT LAW

vs
DOW, PATRICIA

Sequence Number : 001

SUMMARY JUDGMENT

INDEX NO.

MOTION DATE

MOTION SEQ. NO.

MOTION CAL. NO.

6/20/05
001

The following papers, numbered 1 to 10 were read on this motion to/for

Notice of Motion/ Order to Show Cause — Affidavits — Exhibits ...

Answering Affidavits — Exhibits

Replying Affidavits

PAPERS NUMBERED
1-4
5-7
8-10

Cross-Motion: ☒ Yes ☐ No

Upon the foregoing papers, it is ordered that this motion is decided in
accordance with the annexed memorandum
decision and order.

Note: August 22, 2005 @ noon preliminary
Conference set at end of decision.
FILED

JUL 29 2005

NEW YORK
COUNTY CLERK'S OFFICE

JANE S. SOLOMON

Dated: 7-22-05

[Signature]
J.S.C.

Check one: ☐ FINAL DISPOSITION ☒ NON-FINAL DISPOSITION

Check if appropriate: ☐ DO NOT POST ☐ REFERENCE

MOTION/CASE IS RESPECTFULLY REFERRED TO JUSTICE
FOR THE FOLLOWING REASON(S):

SUPREME COURT OF THE STATE OF NEW YORK
COUNTY OF NEW YORK: IAS PART 55

-----X

JEFFREY WEEN, ATTORNEY-AT-LAW d/b/a
JEFFREY WEEN & ASSOCIATES,

Plaintiff,

INDEX NO. 110972/04

-against-

DECISION AND ORDER

PATRICIA DOW,

Defendant.

-----X

JANE S. SOLOMON, J:

In this action brought by an attorney to collect legal fees from his former client, plaintiff Jeffrey Ween ("Ween") moves for partial summary judgment on his second cause of action seeking recovery on an account stated, and his fourth cause of action for attorney's fees he incurred in bringing this action. Defendant Patricia Dow ("Dow") cross-moves for partial summary judgment dismissing Ween's attorney's fees claim. For the reasons set forth below, both motions are denied.

BACKGROUND

At all relevant times, Dow owned two cooperative loft apartments in Manhattan. One was her primary residence; she rents the other as an investment property. In September 1998, Dow retained Ween to represent her in a dispute with the cooperative's Board. She wanted approval of a sublease of her investment apartment; abatement of noise, vibration and fumes that she claimed

rose into her apartment from a garage and carpentry shop on the first floor of the building; and, last, that the cooperative fix water damage due to a leak from a floor above. After Ween recommended that Dow withhold her maintenance payments, he also represented her in the ensuing nonpayment proceedings.

Dow signed Ween's form retainer agreement ("the Agreement"), and paid a \$2,000 retainer. The Agreement provided that "[u]pon exhaustion of the retainer, [the] law firm's services shall continue to be billed on an hourly basis and [the] client shall receive monthly statements for [the] law firm's services," and that bills were payable upon receipt, with interest chargeable at one percent per month for any bill unpaid for thirty days. Significantly, it also entitles Ween to recover attorney's fees in any collection action he brought.

Ween represented Dow continuously between September 1998 and March 2003. During this period, he sent monthly invoices, and Dow regularly remitted partial payments through the end of 2002, when it appears she stopped paying altogether. By that point, nearly \$50,000 had been paid. Ween contends that he still was owed approximately \$75,000 at May 5, 2004.

Dow contends that she repeatedly objected to Ween's charges, by letter and in person, but continued to make payments only because Ween convinced her that she would not be able to secure other counsel until she paid him in full. In support,

she submits her letter to Ween dated August 8, 2001, in which she objects to Ween's billing, questions the honesty of his charges, and asks why the matter was not yet resolved, to which Ween responds that he never received it. Dow also says that she had friends accompany her to Ween's office to support her objections because Ween was "verbally abusive, cursing, throwing wild temper tantrums and turning purple with rage when the subject was raised."

Dow also argues that Ween's representation was subpar, and that she was unreasonably charged for mistakes made by Ween and his associate, including repetitive motions and frivolous actions. Her papers set forth a persuasively detailed description of these alleged matters, and argue that the matter was prolonged only because of the poor quality of Ween's legal services, not because it was "protracted and complex," as Ween says it was. Dow contends that had she known of Ween's mistakes, she would have explicitly objected to payment of legal fees for them.

In the event, Dow settled with the cooperative in writing. It agreed to fix the noise and odor problems, and Dow agreed to pay more than \$60,000 in rent arrears, net of a \$16,000 offset. (Why the proprietary lessee of a cooperative apartment paid rent is unclear from the parties submissions.) No resolution of her water damages claim, maintenance arrears or sublease claims was described in the settlement.

DISCUSSION

Ween argues that he is entitled to summary judgment because Dow retained his bills without timely objection, and any objection she may have made was insufficiently specific, all of which Dow denies. Dow cross-moves for summary judgment dismissing the fees on fees claim as against public policy.

"An account stated is an agreement between the parties to an account based upon prior transactions between them with respect to the correctness of the separate items composing the account and the balance due, if any, in favor of one party or the other."

Chisholm-Ryder Co. v. Sommer & Sommer, 70 A.D.2d 429, 431 (4th Dept. 1979). In this regard, "receipt and retention of plaintiff's accounts, without objection within a reasonable time, and agreement to pay a portion of the indebtedness, [gives] rise to an actionable account stated, thereby entitling [a] plaintiff to summary judgment in [his] favor." Rosenman, Colin, Freund, Lewis & Cohen v.

Edelman, 160 A.D.2d 626 (1st Dept. 1990), lv denied 77 N.Y.2d 802.

An attorney may contract with his client on the cost of past or future legal services, and an account stated may exist between them. Chisholm-Ryder, supra. It generally is not necessary to establish the reasonableness of the attorney's fees, as courts construe the client's act of holding the invoices without objecting within a reasonable time as acquiescence to their correctness.

O'Connell & Aronowitz v. Gullo, 229 A.D.2d 637, 638 (3d Dept. 1996), citing Chisholm Ryder, supra.

In support of his motion, Ween relies upon several cases in which attorneys prevailed where the client retained invoices without objection or made partial payments on those invoices. See, e.g., Fink, Weinberger, Fredman, Berman, & Lowell, P.C. v. Petrides, 80 A.D.2d 781 (1st Dept. 1981); O'Connell & Aronowitz v. Gullo, 229 A.D.2d 637 (3d Dept. 1996). Specifically, he contends that Morrison, Cohen, Singer & Weinstein LLP v. Waters controls here. 13 A.D.3d 51 (1st Dept. 2004). In that case, the First Department reaffirmed its judgment that partial payments themselves can establish an account stated. While Dow did make partial payment on Ween's invoices, Morrison, supra, and the other cases he cites are all readily distinguishable insofar as in none of them did the client object prior to initiation of a collection action.

Here there is sufficient evidence to defeat summary judgment. "Evidence of an oral objection to an account rendered is sufficient on a motion for summary judgment to rebut any inference of an implied agreement to pay the stated amount." Diamond & Golomb v. D'Arc, 140 A.D.2d 183, 183 (1st Dept. 1988), quoting Sandvoss v. Dunkelberger, 112 A.D.2d 278, 279 (2d Dept. 1985). While conclusory claims of oral objections are not sufficient to satisfy a defendant's burden, Dow's description of her objections are sufficient to establish a factual issue

precluding summary judgment on Ween's behalf. See Marcus Borg Rosenberg & Diamond v. Gilbert, Segall and Young, LLC, 248 A.D.2d 279 (1st Dept. 1998); Kaye, Scholer, Fierman, Hays & Handler v. L.B. Russell Chemicals, Inc., 246 A.D.2d 479 (1st Dept. 1998)

Dow's objections to the quality of Ween's services and her detailed description thereof also is sufficient to establish triable issues of fact as to the reasonableness of Ween's fees. See Sand v. Lammers, 150 A.D.2d 355, 356 (2d Dept. 1989). See also the recent comments of this Department in Solow Management Corp v. Tanger, __A.D.3d__ (1st Dept. June 21, 2005). Moreover, Dow's un rebutted assertion that she only made partial payment on Ween's bills because he convinced her that she could not retain other counsel without first paying him supports a finding of a fact dispute over the reasonableness of Ween's fees. The burden is cast "on attorneys who have drafted...retainer agreements to show...[they] are fair, reasonable, and fully known and understood by their clients" and that there was no fraud, mistake, undue influence or exploitation of the client's confidence. Mar Oil v. Morrissey, 829 F.2d 830 (2d Cir. 1993). Dow has adequately raised this issue here.

The issue also informs a conclusion that the parties' motions on the fees on fees issue is premature. Ween has not yet shown that he is entitled to recover at all, and Dow does not

offered any evidence that New York frowns upon such clauses in attorney collection cases.

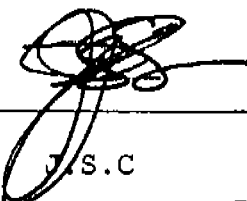
Accordingly, it is hereby

ORDERED that the plaintiff's motion and defendant's cross-motion are denied; and it further is

ORDERED that the parties are to appear for a preliminary conference at Part 55, 60 Centre Street, Room 432, New York, New York, at 12 noon on August 22, 2005.

Dated: July 22, 2005

ENTER:



J.S.C.
JANE S. SOLOMON

FILED

JUL 29 2005

**NEW YORK
COUNTY CLERK'S OFFICE**